

European Investment Bank's Instruments to Support Investment in the Water Sector

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EUROPEAN INVESTMENT BANK

General

- Largest international lender to the water sector worldwide,
- Total loan amount of EUR 33bn over the past 10 years, 90% of which for projects inside EU,
- Over the past 10 years, 300 major projects have been financed, 75% of which located within the EU.

Outcome of the projects signed in 2020



SANITATION

15.5 million with improved sanitation



FLOOD PROTECTION

reduced risk of flooding for **1.8 million** people



WATER

Safer drinking water for **29.6 million** people



DROUGHTS RISK REDUCTION

8.7 million people with reduced exposure to drought risk

EIB Loans and Technical Assistance

- the whole water cycle (water resources, water supply, sanitation, flood protection).
- to public or private utility companies, national or local authorities, directly for project finance deals and to the water industry.
- Technical assistance for both project preparation and implementation;
- large individual operations under investment loans or
- small operations under framework or global loans;
- Generally < 50% of the project investment cost

For more data and media material click here:

<http://www.eib.org/en/projects/sectors/water-and-waste-water-management/index.htm>

EIB's Water Sector Lending Orientation

- Water efficiency
- Development of new water supply
- Adaptation to climate change
- Consolidation of institutional framework
- Wastewater and sanitation services
- Smart Water investments
- Research and Innovation



EU Taxonomy

Paris Alignment

5. EIB's Climate Action Commitment

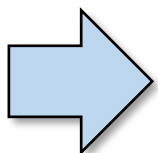
*“As the largest multilateral provider of climate finance worldwide, **we commit at least 25% of our lending portfolio to low-carbon and climate-resilient growth.**” (2016)*

*“The EIB will increase its level of support to climate action and environmental sustainability to **exceed 50% of its overall lending activity by 2025.**” (EIB Group Climate Bank Roadmap 2020-2025)*

EIB is member of the European Financing Institutions Working Group on Adaptation to Climate Change (EUFIWACC) which issued a Guidance Note in 2016.⁽²⁾



Standard Terms of reference for **Climate Risk and Vulnerability Assessments (CRVA)**



We want to demonstrate the climate impact (adaptation and/or mitigation) of all our projects!

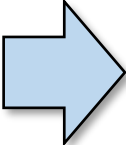
Integrating Climate Change Information and Adaptation in Project Development
Emerging Experience from Practitioners

European Financing Institutions Working Group on Adaptation to Climate Change



1
VERSION 1.0 (May 2016)

6. Technical Assistance



A single access point to a comprehensive offer of advisory and technical assistance services for all stages of the project cycle

European Investment *Advisory Hub*
Europe's gateway to investment support

UPSTREAM

- **Policy & program** advice
- **Preliminary** project assessment

PREPARATION

- **Technical advice** to promoters prior to appraisal (ToR, CBA)
- Advice on **financial structuring** (PPPs, investment platform & innovative projects)
- Selection & supervision of **consultants** for project prep.

IMPLEMENTATION

- Advice on **project implementation**
- **Enhanced monitoring** in delayed projects

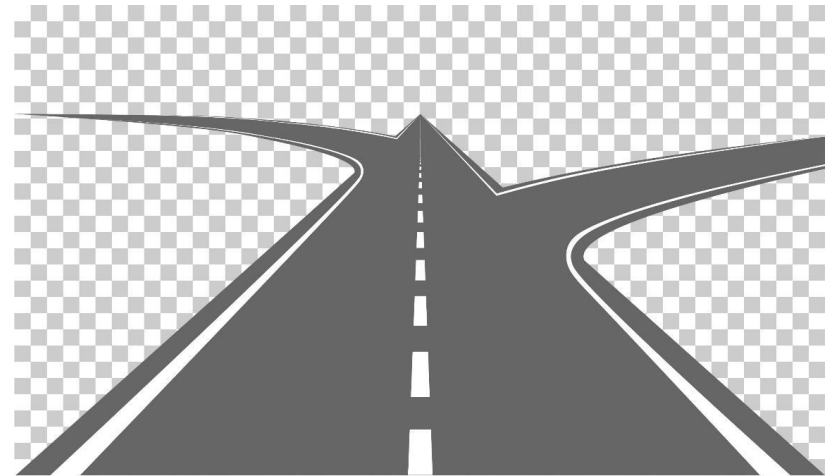
CAPACITY BUILDING RELATED TO PROJECTS

Capacity building on technical issues – **Cooperation** centres of expertise -
Dissemination best practices & case studies

Eligibility of smart water investments

- Elaborate on the objective: water efficiency, NRW reduction, water savings, etc.
- Part of a bigger picture: data security, big data management, staff skills, digital roadmap for the organisation, etc.
- Cost-effectiveness
- Financial sustainability:
- Tariff implications

Every organisation is different



THANK YOU FOR YOUR ATTENTION!



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